

SENATE BILL 3226

By Burks

AN ACT to amend Tennessee Code Annotated, Title 67,  
Chapter 2, relative to exemptions from taxation for  
certain distributions.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-2-104(b), is amended by inserting the following sentence at the end of the subsection;

For purposes of this subsection (b), "income" has the same meaning ascribed to the term "adjusted gross income" for federal income tax purposes.

SECTION 2. Tennessee Code Annotated, Section 67-2-102, is amended by adding the following at the end of the section:

Such income shall be treated in the same manner as distributions of property provided in 26 U.S.C. §§ 301, et seq. for federal income tax purposes. Any income that qualifies as non-taxable distributions of property for federal income tax purposes shall be exempt from taxation under this chapter.

SECTION 3. This act shall take effect July 1, 2012, the public welfare requiring it.